



UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
		CURRENT YEAR QUARTER 31.03.2021	PRECEDING YEAR CORRESPONDING QUARTER 31.03.2020	CURRENT YEAR TO DATE (UNAUDITED) 31.03.2021	PRECEDING YEAR CORRESPONDING PERIOD (UNAUDITED) 31.03.2020
Revenue	A7	282,139	244,021	282,139	244,021
Cost of goods sold		(237,537)	(206,924)	(237,537)	(206,924)
Gross profit		44,602	37,097	44,602	37,097
Other income		1,241	875	1,241	875
Selling and distribution expenses		(6,372)	(6,034)	(6,372)	(6,034)
Administrative expenses		(10,034)	(8,587)	(10,034)	(8,587)
Other expenses		(1,417)	(1,370)	(1,417)	(1,370)
Results from operating activities	B5	28,020	21,981	28,020	21,981
Interest income		857	1,236	857	1,236
Finance costs		(416)	(929)	(416)	(929)
Share of net Profit of Associate		165	296	165	296
Profit before tax	A7	28,626	22,584	28,626	22,584
Tax expense	B6	(5,580)	(3,648)	(5,580)	(3,648)
Profit for the period		23,046	18,936	23,046	18,936
Other comprehensive income/(expense), net of tax					
Foreign currency translation differences for foreign operations		1,800	3,451	1,800	3,451
Total comprehensive income for the period		24,846	22,387	24,846	22,387
Profit attributable to:					
Owners of the Company		21,766	17,461	21,766	17,461
Non-controlling interests		1,280	1,475	1,280	1,475
		23,046	18,936	23,046	18,936
Total comprehensive income attributable to:					
Owners of the Company		23,566	20,912	23,566	20,912
Non-controlling interests		1,280	1,475	1,280	1,475
		24,846	22,387	24,846	22,387
Earnings per ordinary share (sen)					
- Basic	B14	5.71	4.70	5.71	4.70
- Diluted	B14	5.52	4.61	5.52	4.61

The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial report.

The cost of goods sold and selling and distribution expenses comparative figure for cumulative and individual quarter for 31 March 2020 were restated to conform to the current year's presentation.

For comparative purpose, the earning per share for the quarter and year to date ended 31 March 2020 had been adjusted to reflect the bonus issue of 1 for every 1 existing ordinary share which was completed on 19 October 2020.

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FOR THE FIRST QUARTER ENDED 31 MARCH 2021

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

		UNAUDITED AS AT 31.03.2021 RM'000	AUDITED AS AT 31.12.2020 RM'000
ASSETS			
Property, plant and equipment	A8	302,082	294,791
Investment property		6,919	6,979
Investment in associate		2,225	2,061
Other investments		800	-
Deferred tax assets		38	38
Total non-current assets		<u>312,064</u>	<u>303,869</u>
Inventories		200,479	210,169
Trade and other receivables		216,086	199,971
Current tax assets		705	2,821
Cash and cash equivalents		285,677	293,728
Total current assets		<u>702,947</u>	<u>706,689</u>
TOTAL ASSETS		<u><u>1,015,011</u></u>	<u><u>1,010,558</u></u>
EQUITY			
* Share capital		237,547	237,089
Reserves		427,879	408,253
Total equity attributable to owners of the Company		<u>665,426</u>	<u>645,342</u>
Non-controlling interests		24,246	22,966
Total equity		<u>689,672</u>	<u>668,308</u>
Long term borrowings		51,978	56,743
Lease liability		2,673	1,769
Deferred tax liabilities		19,595	17,281
Total non-current liabilities		<u>74,246</u>	<u>75,793</u>
Short term borrowings		104,934	89,765
Lease Liability		-	1,008
Trade and other payables		145,620	173,243
Current tax liabilities		539	2,441
Total current liabilities		<u>251,093</u>	<u>266,457</u>
Total LIABILITIES		<u>325,339</u>	<u>342,250</u>
TOTAL EQUITY AND LIABILITIES		<u><u>1,015,011</u></u>	<u><u>1,010,558</u></u>
Net Assets per share attributable to the owners of the Company (RM)		1.75	1.69

* Total number of shares as at 31 March 2021 is 381,095,040

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial report.

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	← Attributable to owners of the Company →						Distributable Retained earnings	Total	Non- controlling interests	Total equity
	← Non-distributable →									
	Share capital	Translation reserve	Fair Value reserve	Share Option reserve	Statutory reserve	Treasury shares	RM'000	RM'000	RM'000	RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
3 months year ended 31.03.2020										
At 1 January 2020	220,327	14,441	(567)	2,221	4,141	(1,305)	337,327	576,585	18,009	594,594
Total comprehensive income for the period	-	3,451	-	-	-	-	17,461	20,912	1,475	22,387
Share options exercised	3,793	-	-	(887)	-	-	-	2,906	-	2,906
At 31 March 2020	224,120	17,892	(567)	1,334	4,141	(1,305)	354,788	600,403	19,484	619,887
3 months year ended 31.03.2021										
At 1 January 2021	237,089	19,127	(567)	2,915	4,141	(1,305)	383,939	645,339	22,966	668,305
Total comprehensive income for the period	-	1,800	-	-	-	-	21,766	23,566	1,280	24,846
Share option exercised	458	-	-	(107)	-	-	-	351	-	351
Purchase of treasury shares	-	-	-	-	-	(3,830)	-	(3,830)	-	(3,830)
At 31 March 2021	237,547	20,927	(567)	2,808	4,141	(5,135)	405,705	665,426	24,246	689,672

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial report.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended	
	UNAUDITED 31.03.2021 RM'000	UNAUDITED 31.03.2020 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	28,626	22,584
Adjustments for:		
Depreciation of property, plant and equipment	7,450	6,746
Depreciation of investment property	59	60
(Gain)/Loss on disposal of property, plant and equipment	(1)	(17)
Interest income	(857)	(1,236)
Interest expense	416	929
Share of net profit of associate	(165)	(296)
Operating profit before changes in working capital	35,528	28,770
Changes in working capital:		
Trade and other receivables	(19,294)	(30,839)
Inventories	10,106	40,038
Trade and other payables	(20,083)	(25,637)
Cash generated from operations	6,257	12,332
Income taxes paid	(3,051)	(2,216)
Net cash generated from operating activities	3,206	10,116
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(14,199)	(14,109)
Proceeds from disposal of property, plant and equipment	104	30
Interest received	857	1,236
Investment in Unit Trust	(800)	-
Net cash used in investing activities	(14,038)	(12,843)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(3,798)	-
Interest paid	(416)	(929)
(Repayment)/proceed of finance lease liabilities	(219)	20
(Repayment)/proceed of lease liabilities	(256)	(268)
(Repayment)/proceed of term loans, net	(3,985)	11,021
Other bank borrowings, net	15,028	(9,604)
Proceeds from exercise of ESOS	351	2,906
Acquisition of treasury shares	(3,830)	-
Net cash from/ (used in) financing activities	2,875	3,146
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(7,957)	419
Effects of exchange rate fluctuations on cash held	344	542
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	292,332	227,217
CASH AND CASH EQUIVALENTS AT END OF PERIOD	284,719	228,178
REPRESENTED BY:-		
Cash and bank balances	125,552	126,115
Short-term deposits	160,125	103,418
Bank overdrafts	(958)	(1,355)
	284,719	228,178

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial report.

**PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134****A1 Basis of preparation**

This quarterly report is unaudited and is prepared in accordance with the Malaysian Financial Reporting Standards ("MFRS") No 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad and should be read together with the Group's audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes.

The accounting policies and presentation adopted by the Group for the quarterly financial statements are consistent with those adopted in the Group's consolidated audited financial statements for the financial year ended 31 December 2020, except for the adoption of the following as applicable:

Description	Effective date
Amendments to MFRS 16, Leases - Covid-19-Related Rent Concessions	1 June 20
Amendments to MFRS 9, Financial Instruments	1 January 21
Amendments to MFRS 139, Financial Instruments: Recognition and Measurement- Interest Rate Benchmark Reform	1 January 21
Amendments to MFRS 7 - Financial Instruments: Disclosures	1 January 21
Amendments to MFRS 16, Leases - Interest Rate Benchmark Reform - Phase 2	1 January 21
Amendments to MFRS 139, Financial Instruments: Recognition and Measurement- Interest Rate Benchmark Reform	1 January 21
Amendment to MFRS 16, Leases - Covid-19-Related Rent Concessions beyond 30 June 2021	1 April 21

The following revised MFRSs and Amendments to MFRSs applicable to the Group have been issued by the Malaysia Accounting Standard Board ("MASB") and are not yet effective for adoption by the Group.

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2022

Amendments to MFRS 1	First-time Adoption of Malaysian Financial Reporting Standard (Annual Improvements to MFRS 2018-2020)
Amendments to MFRS 3	Business Combinations - Reference to the Conceptual Framework
Amendments to MFRS 9	Financial Instruments (Annual Improvements to MFRS Standards 2018-2020)
Amendments to MFRS 16	Leases (Annual Improvements to MFRS Standards 2018-2020)
Amendments to MFRS 116	Property, Plant and Equipment - Proceed before Intended Use
Amendments to MFRS 137	Provisions, Contingent Liabilities and Contingent Assets - Onerous Contracts - Onerous Contracts - Cost of Fulfilling a Contract
Amendments to MFRS 141	Agriculture (Annual Improvements to MFRS Standards 2018-2020)

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2023

MFRS 17	Insurance Contract
Amendments to MFRS 101	Presentation of Financial Statements - Classification of Liabilities as Current or Non-current and Disclosures of Accounting Policies
Amendments to MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates

MFRSs, Interpretations and amendments effective for a date yet to be confirmed

Amendments to MFRS 10	Consolidated Financial Statements
MFRS 128	Investment in Associates and Joint Ventures - Sale or Contribution by Assets between an Investor and its Associate or Joint Venture

The adoption of the above mentioned are not expected to have any material financial impact to the Group.

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**A2 Seasonal or cyclical factors**

The cyclical nature of the manufacturing sector is generally correlated to the global economy while seasonally demand will normally peak to cater for the demand of the year end festive periods.

A3 Unusual items due to their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial year-to-date as a consequence of their nature, size or incidence.

A4 Changes in estimates

There were no material changes in estimates of amount reported in either the prior interim period of the current financial year or prior financial years that have a material effect on the results during the current quarter and financial year-to-date.

A5 Debt and equity securities

During the current quarter, the Company issued 310,800 new ordinary shares at exercise price of RM1.13 pursuant to the Employee Share Option Scheme ("ESOS").

During the quarter ended 31 March 2021, the Company repurchase 1,862,400 of its issued ordinary shares from the open market at an average price RM2.0565 per share. The total consideration paid for the repurchased including transaction cost was RM3,830,000. The repurchased transactions were financed by internally generated funds. The share repurchased are being held as treasury shares in accordance with Section 127 of the Companies Act 2016.

During the quarter ended 31 March 2021, the total treasury shares are 2,806,400 units.

Save as disclosed above, there were no other issuance, cancellations, repurchases, resale or repayments of debts and equity securities during the current quarter under review.

A6 Dividends paid

During the current quarter, the Company paid the Third single-tier interim dividend of 1 sen per share amounting to RM3,798,402 for the financial year ended 31 December 2020 on 18 January 2021.

A7 Segment information

The Group's operations can be divided into two products based operating segments.

Segment information for the year ended 31 March 2021 are as follow:

<u>2021</u>	<u>Plastic</u> <u>packaging</u> <u>products</u> RM'000	<u>Food,</u> <u>beverages</u> <u>and other</u> <u>consumable</u> <u>products</u> RM'000	<u>Consolidated</u> RM'000
Revenue			
Revenue from external customers	259,322	22,817	282,139
Segment profit	26,755	1,871	28,626
Included in the measure of segment profit is:			
-Depreciation and amortisation	6,996	513	7,509
Segment assets	962,104	51,639	1,013,743
Included in the measure of segment assets is:			
-Capital expenditure	14,076	123	14,199

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Segment information for the year ended 31 March 2020 are as follow:

<u>2020</u>	<u>Plastic packaging products</u> RM'000	<u>Food, beverages and other consumable products</u> RM'000	<u>Consolidated</u> RM'000
Revenue			
Revenue from external customers	226,535	17,486	244,021
Segment profit	21,999	585	22,584
Included in the measure of segment profit is:			
-Depreciation and amortisation	6,423	383	6,806
Segment assets	837,371	40,681	878,052
Included in the measure of segment assets is:			
-Capital expenditure	15,347	357	15,704

A8 Revaluation of property, plant and equipment

Land and buildings of the Group have not been revalued since certain properties were first revalued in 1995. The Directors have not adopted a policy of regular revaluation of such assets. As permitted under the transitional provisions of International Accounting Standard No. 16 (Revised): Property, Plant and Equipment adopted by the Malaysian Accounting Standard Board, these assets are stated at their respective valuation less accumulated depreciation.

A9 Material events subsequent to the end of the financial period

There were no material events subsequent to the end of the current quarter that have not been reflected in the financial statements as the date of this report.

A10 Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter ended 31 March 2021.

A11 Contingent liabilities

The Company has provided financial support to certain subsidiaries to enable them to continue operating as a going concern.

B1 Review of performance

	<u>Individual & cumulative quarter</u>			
	<u>31.03.2021</u> RM'000	<u>31.03.2020</u> RM'000	<u>Variance</u> RM'000	<u>Variance</u> %
Revenue				
Plastic packaging products	259,322	226,535	32,787	14.5
Food, beverages and other consumable products	22,817	17,486	5,331	30.5
Group	282,139	244,021	38,118	15.6
Profit/(Loss) before tax				
Plastic packaging products	26,755	21,999	4,756	21.6
Food, beverages and other consumable products	1,871	585	1,286	219.8
Group	28,626	22,584	6,042	26.8

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Current Quarter - Revenue

For the current quarter ended 31 March 2021 (1Q21), the Group's plastic packaging products segment registered a revenue of RM259.32 million as compared to RM226.54 million recorded in the corresponding quarter of financial year (FY) 2020 (1Q20). The 14.5% increase for the plastic packaging products segment was mainly due to the increase in average selling price and sales volume of stretch film, Industrial packaging , garbage bags and courier bags in the current quarter. The sales of food, beverages and other consumable products segment recorded a revenue of RM22.82million as compared to the corresponding quarter of FY 2020 of RM17.49million. The increase was mainly due to the overall increase in sales of tea and other consumables products.

Current Quarter - Profit Before Tax (PBT)

For the current quarter ended 31 March 2021 (1Q21), the Group's plastic packaging products segment recorded a PBT of RM26.76million while its food, beverages and other consumable products segment recorded a PBT of 1.87million as compared to a PBT of RM22.0 million and RM0.59 million respectively in 1Q20.

The Improvement of profit before tax for the current quarter for all product segmets is in line with the increase in revenue.

B2 Comparison with immediate preceding quarter's results

	Individual quarter ended		Variance RM'000	Variance %
	31.03.2021 RM'000	31.12.2020 RM'000		
Revenue	282,139	242,735	39,404	16.2
Profit before tax (PBT)	28,626	24,218	4,408	18.2

The higher revenue record on the current quarter is mainly due to the increase in average selling price and sales volume of stretch film, industrial packaging , garbage bags and courier bags.

The profit before taxation increase by RM4.41 million from RM24.22million to RM28.63 million is in line with the increase in revenue.

B3 Prospect

For the current quarter ended 31 March 2021, the Group has continue to achieve double digit growth in sales volume and value from both of its plastic products segment and food and beverage products. The sales of PVC food wrap which was impacted by the COVID-19 pandemic has shown positive sign and is on its recovery track. With the availability and rapid roll out of the vaccination plan worldwide, the company is optimistic that its overseas sales activities and marketing efforts can be reactivated adn enhanced. While the economic headwinds may continue to linger, the Group is optimistic to continue to build on its market position and to capture new growth areas both locally and internationally for all of its product lines.

The Group has devised concrete plans for further capacity expansion which includes the construction of three new factory building and is expected to be completed in end of year 2021. The Group will also install two stretch film machines, two premium blown film machines and other machines for the production courier bags in the new factories in FY2021.

Barring any unforeseen circumstances, the Group expects to continue to grow all its business units.

B4 Variance of actual profit from forecast profit

Not applicable.

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B5 Results from operating activities

Results from operating activities are arrived at:

	Individual quarter		Cumulative period	
	31.03.2021 RM'000	31.03.2020 RM'000	31.03.2021 RM'000	31.03.2020 RM'000
After charging:				
Depreciation of property, plant and equipment	7,450	6,746	7,450	6,746
Depreciation of investment property	59	60	59	60
Loss on disposal of property, plant and equipment	-	243	-	243
Loss on disposal of cash fund	8	-	8	-
Loss on foreign exchange				
- unrealised	1,037	940	1,037	940
Unrealised loss on derivatives	-	430	-	430
and crediting:				
Gain on disposal of property, plant and equipment	-	17	-	17
Gain on foreign exchange				
- realised	-	519	-	519
- unrealised	145	-	145	-
Reversal of impairment loss on receivables	4	-	4	-

B6 Income tax expense

	Individual quarter		Cumulative period	
	31.03.2021 RM'000	31.03.2020 RM'000	31.03.2021 RM'000	31.03.2020 RM'000
Income tax in respect of				
- Current period	3,533	2,208	3,533	2,208
Deferred taxation	2,047	1,440	2,047	1,440
	<u>5,580</u>	<u>3,648</u>	<u>5,580</u>	<u>3,648</u>

The Group's effective tax rate was lower than the statutory corporate tax rate due to the availability of certain tax incentives to certain subsidiary companies within the group.

B7 Sale of unquoted investments and/or properties

There were no sale of unquoted investments for the current financial quarter and financial period-to-date.

B8 Quoted securities

There were no purchases or disposals of quoted securities for the current financial quarter and financial period-to-date.

B9 Status of corporate proposals announced

There were no material corporate proposals announced and not completed as at date of this report.

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**B10 Group borrowings and debt securities**

	31.03.2021 RM'000
Current	
<u>Secured</u>	
Term loans	12,116
Revolving credit	6,497
Finance lease liability	685
	19,298
<u>Unsecured</u>	
Term loans	4,450
Revolving credit	1,212
Overdrafts	958
Bankers' acceptances	4,505
Onshore foreign currency loans	74,511
	85,636
	104,934
Non-current	
<u>Secured</u>	
Term loans	15,886
Revolving credit	18,837
Finance lease liability	787
<u>Unsecured</u>	
Term loans	12,679
Revolving credit	3,789
	51,978

The above borrowings are denominated in Ringgit Malaysia except for onshore foreign currency loans, secured and unsecured term loans and revolving credit which are denominated in US Dollar or Euro.

B11 Disclosure of derivatives

There is no derivatives in the quarter under review.

B12 Changes in material litigation

There was no material litigation pending as at the date of this quarterly report.

B13 Proposed Dividends

The Board of Directors proposes to recommend for shareholders' approval at the forthcoming Annual General Meeting a final single-tier dividend of 1.5 sen per ordinary share in respect of the financial year ended 31 December 2020, to be paid on 19 July 2021 to the shareholders registered at the close of business on 30 June 2021.

The Board of Directors has also proposed an interim dividend of 1 sen per ordinary share for the current quarter ended 31 March 2021 to be paid on 18 August 2021 to the shareholders registered at the close of business on 30 July 2021.

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**B14 Earnings per ordinary share****(a) Basic earnings per ordinary share**

Basic earnings per ordinary share amounts are calculated by dividing profit attributable to the ordinary equity shareholders by the weighted average number of ordinary shares in issue during the financial period, excluding treasury shares held by the Company.

	Individual quarter		Cumulative period	
	31.03.2021	31.03.2020	31.03.2021	31.03.2020
Profit attributable to ordinary equity owners of the Company (RM'000)	21,766	17,461	21,766	17,461
Weighted average number of ordinary share in issue (units'000)	381,065	371,833	381,065	371,833
Basic earnings per ordinary share (sen)	5.71	4.70	5.71	4.70

(b) Diluted earnings per ordinary share

	Individual quarter		Cumulative period	
	31.03.2021	31.03.2020	31.03.2021	31.03.2020
Profit attributable to ordinary equity owners of the Company (RM'000)	21,766	17,461	21,766	17,461
Weighted average number of ordinary share in issue (units'000)	394,288	379,012	394,288	379,012
Diluted earnings per ordinary share (sen)	5.52	4.61	5.52	4.61

For comparative purpose, the earning per share for the quarter and year to date ended 31 March 2020 has been adjusted to reflect the bonus issue of 1 for every 1 existing ordinary share which was completed on 19 October 2020.

B15 Auditors' report on preceding annual financial statements

There were no qualification on the auditors' report of the Group's most recent annual audited financial statements.

By Order of the Board

Dato' Ang Poon Chuan
Managing Director
DATED THIS 27 MAY 2021